BALANCED BUDGET RECONCILIATION/Medicaid Requirements

SUBJECT: Balanced Budget Reconciliation Act of 1995 . . . S. 1357. Gramm amendment No. 2978.

ACTION: AMENDMENT REJECTED, 23-76

SYNOPSIS: As reported, S. 1357, the Balanced Budget Reconciliation Act of 1995, will result in a balanced budget in seven years, as scored by the Congressional Budget Office (CBO). The bill will also provide a \$245 billion middle-class tax cut, \$141.4 billion of which will be to provide a \$500 per child tax credit.

The Gramm amendment would strike sections 2111(a)(2) and 2111(a)(3) from the bill. Those sections will mandate that States must provide Medicaid as an entitlement: to any pregnant woman or child under the age of 13 whose family income does not exceed 100 percent of the poverty line applicable to a family of the size involved; and to any individual with a disability as defined by the Supplemental Security Income Program as of the date of enactment of this Act (see vote No. 513 for related debate).

Those favoring the amendment contended:

The reason this bill will make Medicaid a discretionary, block grant program is that the States will be able to do a better job of providing health care as a welfare benefit than the Federal Government has been able to provide it as an entitlement. Both Republican and Democratic Governors have asked for State control over Medicaid, and we think we should give it to them without strings attached. When the Finance Committee began hearings on this bill, the proposal was to give a simple block grant. Then, an amendment was adopted telling the States that they must give aid to any pregnant woman or child under the age of 13 who was below the poverty line, and to any disabled person as defined by each State. On the floor, an amendment was adopted taking away from a State the right to determine for itself who was disabled; instead, the amendment would require the States to use the Federal Government's definition (see vote No. 513).

The underlying assumption for these conditions is that the States, left to their own devices, will not take care of their own needy citizens. This assumption is patently and arrogantly false--Governors and State legislators are elected just as we in Washington are,

(See other side)

YEAS (23)		NAYS (76)				NOT VOTING (0)	
Republicans	Democrats	Republicans (30 or 57%)		Democrats (46 or 100%)		Republicans (0)	Democrats (0)
(23 or 43%)	(0 or 0%)						
Ashcroft Bennett Brown Coats Cochran Dole Faircloth Gramm Grams Grassley Hatch Helms Hutchison Inhofe Kyl Lott Mack McCain Nickles Roth Santorum Smith Thompson		Abraham Bond Burns Campbell Chafee Cohen Coverdell Craig D'Amato DeWine Domenici Frist Gorton Gregg Hatfield	Jeffords Kassebaum Kempthorne Lugar McConnell Murkowski Pressler Shelby Simpson Snowe Specter Stevens Thomas Thurmond Warner	Akaka Baucus Biden Bingaman Boxer Bradley Breaux Bryan Bumpers Byrd Conrad Daschle Dodd Dorgan Exon Feingold Feinstein Ford Glenn Graham Harkin Heflin Hollings	Inouye Johnston Kennedy Kerrey Kerry Kohl Lautenberg Leahy Levin Lieberman Mikulski Moseley-Braun Moynihan Murray Nunn Pell Pryor Reid Robb Rockefeller Sarbanes Simon Wellstone	EXPLANAT 1—Official I 2—Necessar 3—Illness 4—Other SYMBOLS: AY—Annou AN—Annou PY—Paired PN—Paired	nced Yea nced Nay Yea

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and we believe they are more, not less, responsive to the wishes of their citizens than are we. The reason is that they are more accountable to their voters than are Members; if the voters in a State have to pay for a vast array of new entitlements enacted by Congress, they may not be able to retaliate at all if their particular Members opposed those new entitlements. Similarly, if Congress passes laws that are harmful to a State's neediest citizens, the voters of a State will not be able to go after Congress if their own Members opposed those laws. When the burden comes from the legislators within a State, though, the voters have a much greater opportunity for responding.

Our colleagues' rhetoric on this amendment has been typically extreme, but the tide of history is running against their paternalistic, centrist brand of liberalism. Trust fund millionaire politicians who measure their compassion by the amount of other people's tax money they spend on their favorite social programs, and who run for reelection based on the amount of porkbarrel spending they bring home are on the decline. Americans are fed up with this type of politician. We have no doubt that our colleagues really think they are being highly principled in standing up for what are nothing more than Federal mandates. We do not. We will lose on this vote, but, as the number of big-government liberals continues to decline, we know we will eventually win on similar votes.

Those opposing the amendment contended:

Senators may say that this amendment is just to give States flexibility in running the Medicaid program, but the truth is that is an effort to deny Medicaid for pregnant women, children, and the disabled. We absolutely reject the notion that there should be anything remotely optional about giving aid to people within these three groups when they are in need. States do not need "flexibility" to decide who is pregnant, or who is disabled, or who is a child--these matters are rather obvious, and should be treated the same everywhere in the country. If someone is desperately ill and needs medical treatment, that treatment should not be denied due to "flexibility." The idea that these mandates are onerous is false. Over the next 7 years the Federal Government will give the States \$800 billion to run Medicaid. Outside of these three groups, no direction will be given as to how the program must be run. The most minimal of benefits could be provided. These mandates are very loose strings indeed to attach to \$800 billion in grants, but apparently they are too much for the supporters of the Gramm amendment. They are not too much for us. The Gramm amendment is a heartless, cruel amendment which deserves to go down to crushing defeat.